



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill # HB0283

Title: Require fiscal notes to include business impact

Primary Sponsor: Wagoner, Kirk

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 283 would require business impact statements to be included on fiscal notes. The business impact statements would be prepared by the Legislative Fiscal Division (LFD), but included in the fiscal note prepared by the Office of Budget and Program Planning (OBPP). There would be a maximum of twelve bills (three designated by the minority and majority leader of each house) that could have business impact statements requested during a legislative session.

FISCAL ANALYSIS

Assumptions:

Office of Budget and Program Planning

1. A business impact statement would include, whenever possible, the estimated dollar amounts of direct or indirect fiscal impacts to business including such effects as tax obligations, health care costs, workers' compensation costs, other insurance costs, liabilities, regulatory costs, labor costs, and training costs.
2. The impact of the legislation on small business for items such as those listed above could have a substantially different effect depending on the type of small business (e.g. construction contractor vs. restaurant vs. medical office).
3. A fiscal note with a business impact statement has the same 6-day deadline as a fiscal note without a business impact statement. It is likely that fiscal notes requiring business impact statements would take longer to prepare and, in that case, OBPP or the LFD may request an extension of the deadline.

Legislative Fiscal Division

4. The complexity and scope of requests for business impact statements cannot be predicted.
5. Given the limitation on the number of requests and the opportunity to work out a process and develop contacts during the legislative interim, the Legislative Fiscal Division would produce the business impact statements required under this bill from within existing resources. The need for additional resources will be re-evaluated following the 2015 regular legislative session.

Technical Concerns

1. State and local agencies have varying degrees of technical expertise with respect to analyzing business direct or indirect impacts; some agencies have little or no such existing technical expertise in this area.

Sponsor's Initials

Date

Budget Director's Initials

Date